

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
BOARD OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116

* MINED LANDS RECLAMATION CONTRACT *

THIS CONTRACT, made and entered into this 16th day of October, 1980, between PLATEAU RESOURCES LIMITED, a corporation duly authorized and existing under and by virtue of the laws of Utah, and hereinafter called the Operator, and the Board of Oil, Gas, and Mining, duly authorized and existing by virtue of the laws of the State of Utah, hereinafter called the Board.

WITNESSETH:

WHEREAS, the Operator is the owner and in possession of certain mining claims and/or leases hereinafter more particularly mentioned and described in Exhibit "A" attached hereto.

WHEREAS, the Operator did on the 28th day of June, 1977, file with the Division of Oil, Gas, and Mining, a "Notice of Intention to Commence Mining Operations" and a "Mining and Reclamation Plan" to secure authorization to engage, or continue to engage, in mining operations in the State of Utah, under the terms and provisions of the Mined Land Reclamation Act, Title 40 Chapter 8, Utah Code Ann., 1953.

WHEREAS, the Operator is able and willing to reclaim the above mentioned lands in accordance with the approved mining and reclamation

plan, the Mined Land Reclamation Act and the rules and regulations adopted in accordance therewith.

WHEREAS, the Board has considered the factual information and recommendations provided by the staff of the Division of Oil, Gas, and Mining as to the magnitude, type and costs of the approved reclamation activities planned for the land affected.

WHEREAS, the Board is cognizant of the nature, extent, duration of operations, the financial status of the Operator and his capabilities of carrying out the planned work.

NOW, THEREFORE, for and in consideration of the mutual covenants of the parties by each to the other made and herein contained, the parties hereto agree as follows:

AGREEMENT

The Operator agrees:

1. To reclaim the land affected by mining activities in accordance with the Operator's mining and reclamation plan as approved by the Board on October 16, 1980, the Mined Land Reclamation Act and its regulations adopted under said Act.
2. This contract shall be binding on all successors and assigns, to the Operator.
3. The Operator shall be an independent contractor and as such shall have no authorization to bind the State of Utah or the Board or

Division of Oil, Gas, and Mining to any agreement except as herein set forth.

4. The Operator agrees to hold the State of Utah and the Board and Division of Oil, Gas, and Mining from claims for personal injury or death, damages to personal property and liens of workmen and materialmen, however caused, in performance of this contract.

The Board Agrees as Follows:

1. In lieu of accepting a bond or surety, the Board agrees to accept the Operator's personal guarantee as set forth in this contract, to reclaim the land affect in accordance with its approved reclamation plan.

2. This contract shall fulfill the Operator's requirements under Section 40-8-14, Utah Code Annotated and Rule M-5 of the Board's Regulations.

TERMINATION

The Operator and the Board agree to terminate this contract as follows:

1. If, through any cause, the Operator fails to fulfill in a timely and proper manner, obligations under this contract, the Board or Division shall have the right to terminate this contract by giving written notice to the Operator of such termination and specifying the effective date thereof. In that event, the Operator shall be deemed to be in violation of the Mined Land Reclamation Act and the Board may initiate proceedings to terminate the approved Notice of Intent to Mine.

2. Should the Mined Land Reclamation Act or implementing regulations be amended with respect to surety requirements, such that this Contract no longer fulfills the requirements of the State of Utah, this contract shall terminate and the Operator will be given reasonable opportunity to comply with such new requirement.

3. The Board and Operator both agree that the Operator will not be obligated to expend a sum in excess of that required to complete the reclamation work outlined in the Mining and Reclamation Plan which was designed for the mining operation as submitted to the Division on the 26th day of September, 1980, and which has been estimated to cost \$140,637.58

4. This Agreement supersedes and replaces any existing Mined Lands Reclamation contract between the parties as to the affected lands.

IN WITNESS THEREOF, the parties hereto set their hands this
16th day of October, 1980.

APPROVED AS TO FORM

Dwaine A. Orsinger
Special Assistant
Attorney General

BOARD OF OIL, GAS AND MINING

By Clem B. Fichter

OPERATOR

PLATEAU RESOURCES LIMITED

By R. L. Heiks
R. L. Heiks
Vice President

CORPORATE ACKNOWLEDGMENT

STATE OF COLORADO)
) ss.
COUNTY OF MESA)

On this 11th day of August, 1980, personally appeared before me R. L. Heiks, who by me duly sworn did say that he is the Vice President of Plateau Resources Limited and that the foregoing instrument was signed on behalf of said corporation by authority of a corporate resolution, and said R. L. Heiks acknowledged to me that said corporation executed the same.

Karen Jacobson
Notary Public

Residing at: 1924 Backland Ct.
Grand Jct, Co 81501

My commission expires:

May 19, 1984

TONY M/LUCKY STRIKE MINES

<u>Claim Name and Number</u>	<u>Garfield County, Utah</u>	
	<u>Book</u>	<u>Page</u>
Lucky Strike #10	227	904
State Lease #31862	-	-
Hansen 177	211	78
" 177A	251	635
" 179	211	80
" 179A	251	637
" 181	211	82
" 181A	251	639
" 183	211	84
" 183A	251	641
" 184	211	85
" 184A	251	642
" 185	211	86
" 185A	251	643
" 186	211	87
" 186A	251	644
" 187	211	88
" 187A	251	645
" 188	211	89
" 188A	251	646
" 189	211	90
" 189A	251	647
" 190	211	91
" 190A	251	648

TONY M. LUCKY STRIKE MINES

<u>Claim Name and Number</u>	<u>Garfield County, Utah</u>	
	<u>Book</u>	<u>Page</u>
Hansen 191	211	92
" 191A	251	649
" 192	211	93
" 192A	250	913
" 193	211	94
" 193A	250	914
" 194	211	95
" 194A	250	915
" 195	211	96
" 195A	250	916
" 196	211	97
" 196A	250	917
" 197	211	98
" 197A	250	918
" 198	211	99
" 198A	250	919
" 199	211	100
" 199A	250	920
" 200	211	101
" 200A	250	921
" 201	211	102
" 201A	250	922
" 202	211	103
" 202A	250	923

TONY M/LUCKY STRIKE MINES

<u>Claim Name and Number</u>		<u>Garfield County, Utah</u>	
		<u>Book</u>	<u>Page</u>
Hansen	203	211	104
"	203A	250	924
"	204	211	105
"	204A	258	925
"	205	211	106
"	205A	250	926
"	206	211	107
"	206A	250	927
"	207	211	108
"	207A	250	928
"	208	211	109
"	208A	250	929
"	209	211	110
"	209A	250	930
"	210	211	111
"	210A	250	931
"	211	211	112
"	211A	250	932
"	212	211	113
"	212A	250	933

TONY M/LUCKY STRIKE MINES

<u>Claim Name and Number</u>		<u>Garfield County, Utah</u>	
		<u>Book</u>	<u>Page</u>
Hansen	213	211	114
"	213A	250	934
"	214	211	115
"	214A	250	935
"	215	211	116
"	215A	250	936
"	216	211	117
"	216A	250	937
"	217	211	118
"	217A	250	938
"	218	211	119
"	218A	250	939
"	219	211	120
"	219A	250	940
"	220	211	121
"	220A	250	941
"	221	211	122
"	221A	250	942
"	223	211	124
"	223A	251	452
"	225	211	126
"	225A	251	454
"	227	211	128
"	227A	251	456

TONY M/LUCKY STRIKE MINES

			<u>Garfield County, Utah</u>	
<u>Claim Name and Number</u>			<u>Book</u>	<u>Page</u>
Hansen Copper 228			211	129
" " 228A			252	43
" " 229			211	130
" " 229A			252	44
" " 230			211	131
" " 230A			252	45
" " 231			211	132
" " 231A			252	46
" " 232			211	133
" " 232A			252	47
" " 233			211	134
" " 233A			252	48
" " 234			211	135
" " 234A			252	49
" " 235			211	136
" " 235A			252	50
" " 236			211	137
" " 237			211	138
Lucky Strike #8A			227	902
Lucky Strike #9A			227	903
Kori Lynn 1			225	382
" " 1A			233	373
" " 2			225	383
" " 2A			233	374

TONY M/LUCKY STRIKE MINES

			<u>Garfield County, Utah</u>	
<u>Claim Name and Number</u>			<u>Book</u>	<u>Page</u>
Kori Lynn	3		225	384
"	"	3A	233	375
"	"	4	225	385
"	"	4A	233	376
"	"	5	225	386
"	"	5A	233	377
"	"	6	225	387
"	"	6A	233	378
"	"	7	225	388
"	"	7A	233	379
"	"	8	225	389
"	"	8A	233	380
"	"	9	225	390
"	"	9A	233	381
"	"	10	225	391
"	"	10A	233	382
"	"	45	233	400
"	"	46	233	399
"	"	47	233	398
"	"	48	233	391
"	"	49	233	397
"	"	50	233	392
"	"	51	233	396
"	"	55	233	908

TONY M/LUCKY STRIKE MINES

<u>Claim Name and Number</u>		<u>Garfield County, Utah</u>	
		<u>Book</u>	<u>Page</u>
Kori Lynn	57	233	910
"	" 59	233	912
"	" 61	233	914
"	" 63	233	916
"	" 65	233	918
"	" 67	233	920
"	" 69	233	922
"	" 71	233	924
"	" 73	233	926
"	" 75	233	928
"	" 77	233	930
"	" 79	233	932
"	" 80	233	933
"	" 81	233	934
"	" 82	233	935
"	" 83	233	936
"	" 84	233	937
Bob 1		238	494
2		238	495
Bob 3		238	497
" 4		238	496
" 5F		238	689
" 6F		238	690

TONY M/LUCKY STRIKE MINES

<u>Claim Name and Number</u>	<u>Garfield County, Utah</u>	
	<u>Book</u>	<u>Page</u>
Bob 7F	238	691
" 8F	238	692
" 9F	238	693
" 10F	238	694
" 11F	238	695
Gap Snapper 1A	238	572
" " 2A	238	574
" " 3A	238	576
" " 4A	238	578
" " 6	252	51
" " 7	252	52
Gap Nabbit	238	70
Nelly Bly 2-8	19	237-243
Nelly Bly 9-15	84	514-520
Lone Eagle 3	Misc 14	238
" " 3A	55	97
" " 5	Misc 14	406
" " 5A	55	99
" " 7	82	255
Trudie Lynn (same as Agate #6)	245	383
Go 1-9	250	868-876
Go 10	251	457
Go 11	251	458
Go 14	251	650
Go 15	251	651
Go 16	251	459
Go 17-21	251	460-464
Go 22-33	251	652-663